

**TOWN OF LYNCHBURG MUNICIPAL COURT  
LYNCHBURG, SOUTH CAROLINA**

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**State Auditor's Report on Applying  
Agreed-Upon Procedures – Underreported  
Court Fines, Fees, and Assessments  
June 30, 2007**

**TOWN OF LYNCHBURG MUNICIPAL COURT  
LYNCHBURG, SOUTH CAROLINA**

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# *State of South Carolina*



## *Office of the State Auditor*

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March 10, 2008

The Honorable Mark Sanford, Governor  
State of South Carolina  
Columbia, South Carolina

The Honorable Thompson Isaac, Mayor  
Town of Lynchburg  
Lynchburg, South Carolina

This report resulting from the application of certain agreed-upon procedures to certain accounting records of the Town of Lynchburg Municipal Court System for the period July 1, 2004 through June 30, 2007, was issued by Cline Brandt Kochenower & Co., P.A., Certified Public Accountants, under contract with the South Carolina Office of the State Auditor.

If you have any questions regarding this report, please let us know.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Richard H. Gilbert Jr.", written in a cursive style.

Richard H. Gilbert, Jr., CPA  
Deputy State Auditor

RHGjr/trb

Richard H. Gilbert, Jr., CPA  
Deputy State Auditor  
Office of the State Auditor  
Columbia, South Carolina

We have performed the procedures described below which were agreed to by the South Carolina Office of the State Auditor solely to determine if the Town of Lynchburg had underreported court fines, fees and assessments to the South Carolina State Treasurer's Office. The Town of Lynchburg is responsible for compliance with the requirements of the South Carolina Code of Laws and with the South Carolina Judicial Department memorandums. This engagement to apply agreed-upon procedures was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

#### 1. COMPLETENESS OF THE SCHEDULE

- The Town of Lynchburg prepared a schedule of court fines, fees and assessments for the thirty-six months ended June 30, 2007. We sorted the schedule by receipt number and by ticket number.
- We accounted for the numerical sequence of receipt numbers and ticket numbers and had the Town personnel provide explanations for any gap in the numerical sequence of document numbers.
- We selected a sample of receipts documents and compared the information from the receipt document to the schedule.

We found no exceptions as a result of the procedures.

#### 2. CALCULATIONS OF FINES, ASSESSMENTS AND SURCHARGES

- Using the schedule of court fines, fees and assessments we calculated the fine, assessment and surcharge amounts in accordance with the South Carolina Code of Laws and the South Carolina Judicial Department memorandums.
- We obtained the State Treasurer Revenue Remittance forms for the thirty-six months ended June 30, 2007 to determine the amounts previously remitted to the State Treasurer's Office.
- We compared our calculation of court fines, fees and surcharge amounts with the amounts previously remitted to the State Treasurer's Office to determine if the Town had over/(under) remitted court fines, fees and assessments to the State Treasurer's Office.

Richard H. Gilbert, Jr., CPA  
Deputy State Auditor  
Office of the State Auditor  
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- We compared our calculation of court fines, fees and surcharge amounts with the amounts recorded to the Victims Services fund to determine if the Town had over/(under) remitted court assessments related to Victims Services.

The results of our procedures disclosed that the Town had under reported amounts due to the State and the Victims' Services fund. See Attachment 1 for further details.

We were not engaged to, and did not conduct an audit the objective of which would be the expression of an opinion on compliance with the collection and distribution of court generated revenue at any level of court for the thirty-six months ended June 30, 2007 and, furthermore, we were not engaged to express an opinion on the effectiveness of the internal controls over compliance with the laws, rules and regulations described in paragraph one and the procedures of this report. Had we performed additional procedures other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Governor, Chairmen of the House Ways and Means Committee, Senate Finance Committee, House Judiciary Committee, Senate Judiciary Committee, members of the Lynchburg Town Council, Town clerk of court, Town treasurer, State Treasurer, State Office of Victim Assistance, Chief Justice and the Office of the State Auditor and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in blue ink, appearing to read "C. Brantley".

March 5, 2008

**Lynchburg Municipal Court**  
Schedule of Court Fines and Fees  
For the 36 months ended June 30, 2007

Allocation in Accordance with Judicial Department Memo
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						Allocation in Accordance with State Law			
	<u>TOTAL COLLECTIONS</u>	<u>Law Enforement Surcharge</u>	<u>Drug Surcharge P 33.7</u>	<u>Conviction Surcharge</u>	<u>Fine &amp; Assessment</u>	<u>State Assessment</u>	<u>Victim Services</u>	<u>Fine</u>	<u>DUS PULLOUT</u>
<b>Total City Tickets:</b>	\$ 67,995.01	10,820.87	0.00	106.67	57,067.47	26,264.10	3,299.27	27,504.10	100.00
<b>Total State Tickets:</b>	<u>158,154.60</u>	<u>31,526.64</u>	<u>113.57</u>	<u>654.14</u>	<u>125,860.26</u>	<u>57,347.43</u>	<u>7,203.93</u>	<u>61,308.90</u>	<u>630.38</u>
<b>Totals</b>	<b>226,149.61</b>	<b>42,347.51</b>	<b>113.57</b>	<b>760.81</b>	<b><u>182,927.73</u></b>	<b>83,611.53</b>	<b>10,503.20</b>	<b><u>88,813.00</u></b>	<b>730.38</b>
<b>Total Remittances Made for the 36 Month Period:</b>	<u>(40,701.57)</u>	<u>(12,420.26)</u>	<u>-</u>	<u>-</u>		<u>(24,991.86)</u>	<u>(3,289.45)</u>		<u>-</u>
	<u>185,448.04</u>								
<b>Balance Due Victim Services:</b>	<b><u>7,974.56</u></b>			<b><u>760.81</u></b>			<b><u>7,213.75</u></b>		
<b>Balance Due State:</b>	<b>\$ <u>89,390.87</u></b>	<b><u>29,927.25</u></b>	<b><u>113.57</u></b>			<b><u>58,619.67</u></b>			<b><u>730.38</u></b>
<b>State Treasurer Revenue Remittance Form Line</b>		<b>K</b>	<b>J</b>	<b>O</b>		<b>L</b>	<b>N</b>		<b>F</b>